

Q.2 What are the objectives and functions of UNCTAD? What are the factors determining size of gain of International Trade.

Objectives :-

- i) to maximize its exports and increase its market share in the world.
- ii) the small scale industries and exports also get the benefit of financing.
- iii) to increase their geographical reach in different countries and get foreign exchange.
- iv) to encourage entrepreneurs and establish themselves.
- v) to improve image and credibility.

Functions

- i) Administering WTO trade agreements
- ii) Forum for trade negotiations
- iii) Handling trade disputes
- iv) Monitoring national trade policies.
- v) Cooperation with other International organizations.
- vi) Technical assistance and training for developing countries.

Factors :-

- i) Differences in Cost Ratios
- ii) Reciprocal Demand
- iii) Level of Income
- iv) Terms of Use
- v) Productivity efficiency
- vi) Nature of Commodities Exported
- vii) Technological Conditions
- viii) Size of the Country.